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December 11, 1962

DEPUTY UNDER SECRETARY OF STATE

WASHINGTON EMBASSY REPORTS HE EVENTS IN CURA

Behassy report dated November 10 stated that:

1) Fidel and Raul Castro are spending most of their time in Oriente Province. Daily business of government is handled principally by President Dortices, assisted by Carles Rafael Redriguez and Emilio Aragenes. Aragenes (who is old July 26 Novement supporter of Castro) has reportedly replaced the banished inibal Escalante as Organizational Secretary of the Integrated Revolutionary Organizations (ORI). Redrigues is increasingly a key figure within government. His designation to head up delegation now in Hoscow to negotiate new economic agreements with USSR bespeaks his importance to Guban regime.

Strong group within regime headed by the Gusvara and Labor Minister Martines said be seeking inject new life into revolution and actively to promote its exports to Latin America.

Revivified July 26 Hovement of Fidel Castro appears to be based on core of Castro supporters in University of Habana. New core said have objective of excluding communicat from the Cuban regime. Estassy believes that new acts on part of July 26 Movement can be expected shortly.

Further group within regime centered in Foreign Kimistry appears to be making plane for a shift in Cuban policy from its present position toward position "positive neutralism".

2) Delegation from National Bank reported left recently for Moscow regotiate modifications of Cuban obligations for the export of sugar to Soviet Union. Soviet acquiescence make available to Cuba greater total sugar for export to free World.

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4) Eslations

Germany (ccat'd)

- i) Halations between East Cermany and Cuba show little change. Cuban regime does not want to isolate itself further and will not break relations with West Germany and establish formal diplomatic relations with East Germany. Chief East German trade relation is usually exceeded the same privileges as do the Ambassadors as further move to avoid recognition.
- 5) Chinese Communist and Albanian affairs have been given good deal of play in the press. Cabans have amnounced the opening Albanian exhibition. High Chicon official will represent China at the December National Culture Congress. Other communist countries are reportedly not sending ranking officials.

Mikeyan was reportedly angry at increased Cuban contacts with the Chicoms and Albania.

5) Embassy expects Cuban renewal of political and ideological action within latin America once the regime has overcome present internal difficulties.